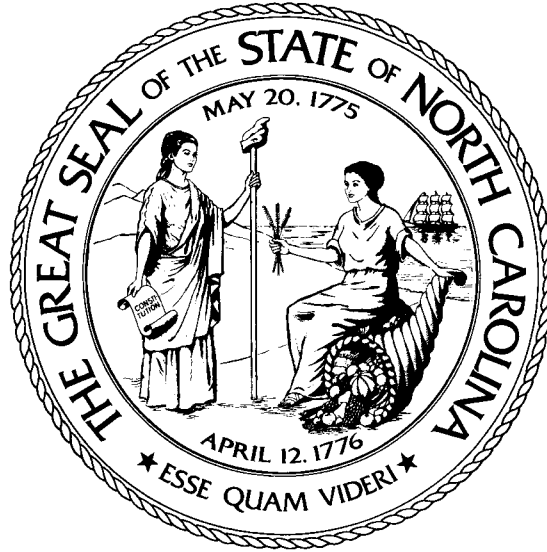


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STATE OF  
**NORTH CAROLINA**



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*Monthly Financial Summary*  
*June 30, 2000*

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*Office of the State Controller*

*Edward Renfrow*  
*State Controller*

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## State of North Carolina Office of the State Controller

James B. Hunt, Jr.  
Governor

Edward Renfrow  
State Controller

August 16, 2000

The Honorable James B. Hunt, Jr., Governor  
The Honorable Ralph Campbell, Jr., State Auditor  
The Honorable Harlan E. Boyles, State Treasurer  
Mr. Marvin K. Dorman, Jr., State Budget Officer

Gentlemen:

I herewith submit the unaudited financial information for the State of North Carolina's General Fund for the month of June 2000, and the twelve months ended June 30, 2000, with comparative information for the prior year, and the Highway Fund, and the Highway Trust Fund for the month of June 2000, and the twelve months ended June 30, 2000, with comparative information for the prior year. The financial schedules within this report are designed to summarize at an executive level the results of operations for the major funds of the State under the budgetary basis of accounting.

It is my intention that this report provide the fiscal managers of the State an easily readable and informative summary of State operations on a monthly basis. Please contact me if you have questions or comments on the contents of this report or if you would like more detailed information. The Office of the State Controller is committed to providing the fiscal managers of the State with the best financial management information possible.

Sincerely,

A handwritten signature in cursive script, appearing to read "Edward Renfrow".

Edward Renfrow  
State Controller

ER:JCB

80 copies of this document were printed at a cost of \$40.80 or \$.51 per copy.

**FINANCIAL SUMMARY  
TABLE OF CONTENTS**

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	<b>Page</b>
<b>GENERAL FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	1
Schedule of Operations .....	2
Schedule of Net Tax and Non-Tax Revenues and Transfers In - Budget vs. Actual .....	3
Schedule of Appropriation Expenditures by Function and Department.....	4
<b>HIGHWAY FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	9
Schedule of Revenues by Object and Expenditures by Function .....	10
<b>HIGHWAY TRUST FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	12
Schedule of Revenues by Object and Expenditures by Function .....	13
<b>GENERAL OBLIGATION DEBT</b>	
Schedule of Debt Service Requirements .....	15

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## DISCUSSION OF OPERATIONS GENERAL FUND

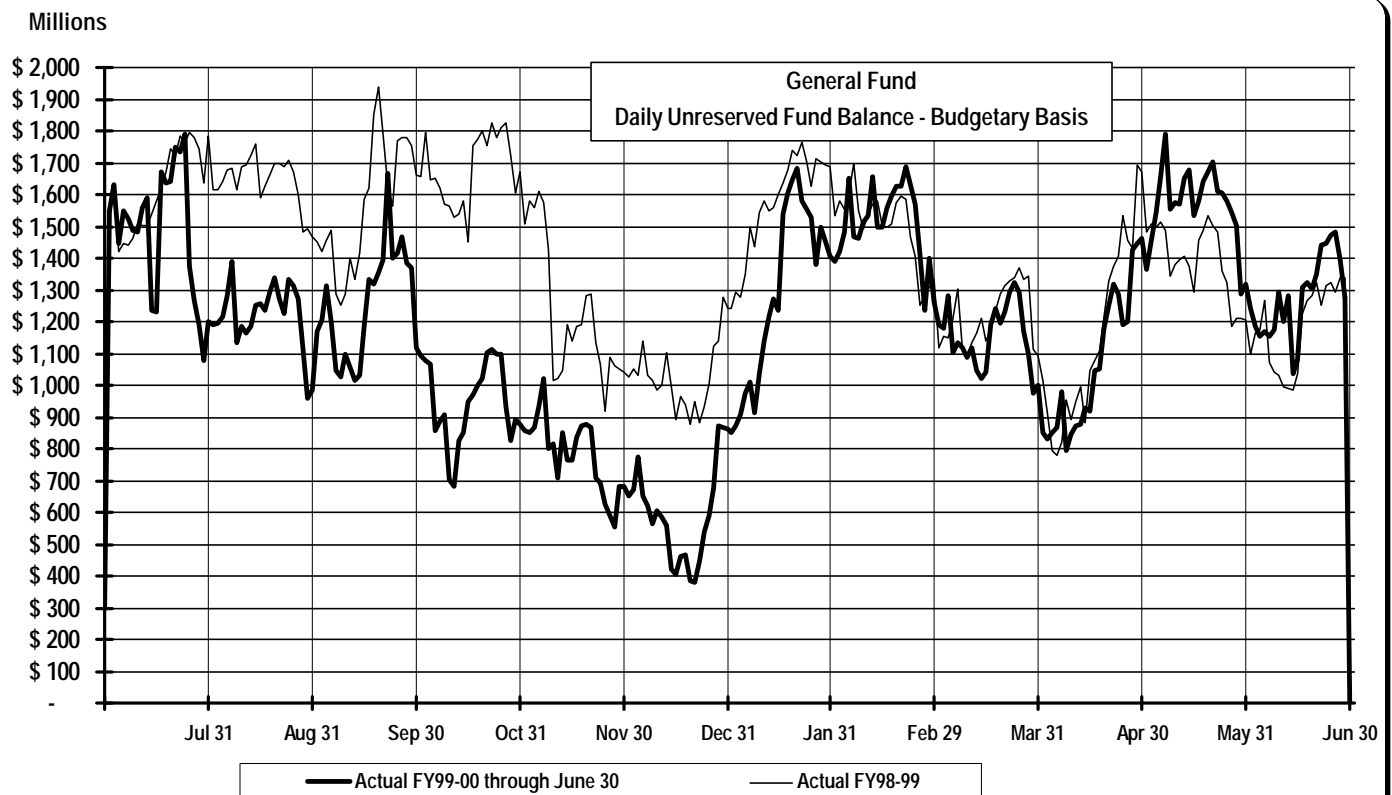
June 30, 2000

### **FUND BALANCE AND CASH FLOW**

North Carolina is required by statute to maintain a balanced general fund budget on an annual basis. The annual budget as appropriated by the General Assembly is considered balanced on a cash basis when the year-end fund balance is greater than zero.

During the fiscal year fund balance is calculated by adding the beginning available cash basis fund balance to revenues collected and subtracting expenditures. The fund balance calculation is one of several tools used to evaluate how well the annual budget is being managed and to project whether or not funds will be available at year-end to satisfy the statutory requirement of a balanced budget.

The following graph demonstrates wide fluctuations in fund balance during the year. In an examination of fund balance it should be noted that expenditures occur on a fairly consistent basis throughout the fiscal year, while revenues tend to be lower in the first half of the fiscal year.



## DISCUSSION OF OPERATIONS GENERAL FUND

June 30, 2000

### **DISCUSSION OF OPERATIONS**

The accompanying financial information, prepared on a budgetary (cash) basis of accounting, reflects the results of operations of the State's General Fund for the month, for the fourth quarter, and for the twelve-month period ended June 30, 2000.

### **FOURTH QUARTER**

A condensed summary of operations for the fourth quarter ended June 30, 2000 and 1999 follows (in millions):

	Actual			
	1999-00	1998-99	Change	% Change
Beginning Unreserved				
Fund Balance	\$ 999.6	\$ 1,092.3	\$ (92.7)	(8.5%)
Revenues :				
Tax Revenues	3,541.4	3,502.2	39.2	1.1%
Non-Tax Revenues	118.7	142.8	(24.1)	(16.9%)
Total Revenue	3,660.1	3,645.0	15.1	0.4%
Bond Proceeds	—	—	—	—
Total Revenue, Bond Proceeds	3,660.1	3,645.0	15.1	0.4%
Expenditures :				
Current Operations	4,473.2	3,867.6	605.6	15.7%
Capital Improve. - Approp.	109.5	290.8	(181.3)	(62.3%)
Debt Service	73.1	64.1	9.0	14.0%
	4,655.8	4,222.5	433.3	10.3%
General Oblig. - Bonds	—	—	—	—
Total Expenditures	4,655.8	4,222.5	433.3	10.3%
Excess of Revenues Over/ (Under) Expenditures	(995.7)	(577.5)	(418.2)	72.4%
Ending Unreserved				
Fund Balance - Before Reservations	3.9	514.8	(510.9)	(99.2%)
Reservations	3.9	218.1	(214.2)	
Ending Unreserved				
Fund Balance	\$ —	\$ 296.7	\$ (296.7)	(100.0%)

In comparison to prior year collections, revenues have increased in the fourth quarter of fiscal year 1999-00 by \$15.1 million, or 0.4%.

Expenditures for the fourth quarter ended June 30, 2000 of \$4,655.8 million were \$433.3 million more than those of the comparable period of the preceding year, an increase of 10.3%.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

June 30, 2000

**YEAR-TO-DATE**

A condensed summary of operations for the period through June 30, 2000 and 1999 follows (in millions) :

	Annual Budget *			Actual				Unrealized/Unexpended	
	1999-00	1998-99	Change	1999-00	1998-99	Change	% Change	1999-00	1998-99
Beginning Unreserved Fund Balance	\$ 296.7	\$ 515.2	\$ (218.5)	\$ 296.7	\$ 515.2	\$ (218.5)	(42.4%)		
Transfer from/(to) Reserved Fund Balance	666.0	227.8	438.2	666.0	227.8	438.2	192.4%		
	962.7	743.0	219.7	962.7	743.0	219.7	29.6%		
Revenues * :									
Tax Revenues	12,468.0	11,589.5	878.5	12,391.0	11,965.3	425.7	3.6%	\$ 77.0	\$ (375.8)
Non-Tax Revenues	807.9	779.3	28.6	743.9	768.5	(24.6)	(3.2%)	64.0	10.8
Total Revenue	13,275.9	12,368.8	907.1	13,134.9	12,733.8	401.1	3.1%	141.0	(365.0)
Bond Proceeds	200.0	450.0	(250.0)	200.0	—	200.0	—	—	450.0
Total Revenue, Bond Proceeds	13,475.9	12,818.8	657.1	13,334.9	12,733.8	601.1	4.7%	141.0	85.0
Expenditures :									
Current Operations	13,877.5	12,582.0	1,295.5	13,744.0	12,432.4	1,311.6	10.5%	133.5	149.6
Capital Improvements - Approp.	167.1	337.2	(170.1)	167.1	337.2	(170.1)	(50.4%)	—	—
Debt Service	193.1	192.4	0.7	182.6	192.4	(9.8)	(5.1%)	10.5	—
Total Expenditures	14,237.7	13,111.6	1,126.1	14,093.7	12,962.0	1,131.7	8.7%	\$ 144.0	\$ 149.6
General Oblig. - Bonds	200.0	450.0	(250.0)	200.0	—	200.0	—		
Excess of Revenues Over/ (Under) Expenditures	(961.8)	(742.8)	(219.0)	(958.8)	(228.2)	(730.6)	320.2%		
Ending Unreserved Fund Balance - Before Reservations	0.9	0.2	0.7	3.9	514.8	(510.9)	(99.2%)		
Reservations	—	—	—	3.9	218.1	(214.2)			
Ending Unreserved Fund Balance - After Reservations	\$ 0.9	\$ 0.2	\$ 0.7	\$ —	\$ 296.7	\$ (296.7)	(100.0%)		

\* A comparison of actual revenues to year-to-date budgeted revenues is found on page 3.

## DISCUSSION OF OPERATIONS GENERAL FUND

June 30, 2000

### REVENUES

A summary of major revenues for the period through June 30, 2000 and 1999 follows (in millions):

	Annual Budget				Actual			
	1999-00	1998-99	Change	% Change	1999-00	1998-99	Change	% Change
Tax Revenues:								
Individual Income	\$ 7,121.4	\$ 6,358.4	\$ 763.0	12.0%	\$ 7,080.1	\$ 6,606.5	\$ 473.6	7.2%
Corporate Income [1]	829.2	743.1	86.1	11.6%	903.2	848.5	54.7	6.4%
Sales and Use	3,374.3	3,350.0	24.3	0.7%	3,354.9	3,376.2	(21.3)	(0.6%)
Franchise, Insurance, Beverage [1]	878.9	866.4	12.5	1.4%	746.8	858.8	(112.0)	(13.0%)
Other	264.2	271.6	(7.4)	(2.7%)	306.0	275.3	30.7	11.2%
	12,468.0	11,589.5	878.5	7.6%	12,391.0	11,965.3	425.7	3.6%
Non-Tax Revenues	807.9	779.3	28.6	3.7%	743.9	768.5	(24.6)	(3.2%)
Total Revenues	\$ 13,275.9	\$ 12,368.8	\$ 907.1	7.3%	\$ 13,134.9	\$ 12,733.8	\$ 401.1	3.1%

[1] Corporate income tax collections for the month of June 2000 include franchise tax payments estimated at \$82.9 million. A transfer of payments to franchise tax from corporate tax will occur when corporations file their final tax return in October of this year.

\* A comparison of actual revenues to year-to-date budgeted revenues is found on page 3.

### Comments with regard to various revenues are as follows:

When compared to the prior year through June 30, 2000 actual tax and non-tax revenues increased by \$401.1 million, or 3.1%. The net, or actual, tax and non-tax revenues through June 2000 of \$13,134.9 million were less than the projected revenues by \$141.0 million, or 1.1%.

Tax revenues are presented net of refunds to taxpayers and various transfers. Comparisons of current and prior year tax revenues are made difficult due to the practice of netting various transfer expenditures against the tax revenue sources. Examples of such transfers include:

- reimbursements to local governments;
- reimbursements for costs of administration of sales and use tax for local governments; and
- transfers to the Public School Building Capital Fund and Critical School Facility Needs Fund.

#### Individual Income Tax

Individual income taxes for the period through June 30, 2000 increased by \$473.6 million, or 7.2%, over those of 1998-99. Actual collections were less than projections through June 30, 2000 by \$41.3 million, or 0.6%.

#### Corporate Income Tax

Through June 2000, the tax reimbursements to local governments offset against corporate income tax totaled \$204.5 million. The net revenues for the period through June 30, 2000 represented an increase of \$54.7 million, or 6.4%, over 1998-99.

#### Sales and Use Tax

Actual collections for the period through June 30, 2000 decreased by \$21.3 million, or 0.6%, under those of the preceding year.

#### Franchise, Insurance and Beverage Taxes

Franchise, insurance, and beverage tax collections for fiscal year 1999-00 decreased by \$112.0 million under those of 1998-99, a decrease of 13.0%.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

June 30, 2000

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**All Other Taxes**

All taxes other than those described above, when combined, increased through June 30, 2000 over the prior fiscal year by \$30.7 million, or 11.2%.

**Total Tax Revenue**

Total tax revenues of \$12,391.0 million for the period through June 30, 2000 represented an increase of \$425.7 million over the preceding year, an increase of 3.6%. At June 30, 2000, total tax revenues were less than budgeted year-to-date revenues by \$77.0 million, or 0.6%.

**Non-Tax Revenue**

Non-tax revenue was \$743.9 million, or 24.6% less for the twelve months ended June 30, 2000 than in 1998-99, largely the result of decreases in investment earnings of \$41.0 million and judicial fees of \$19.5 million.



**DISCUSSION OF OPERATIONS  
GENERAL FUND**

June 30, 2000

**EXPENDITURES**

A summary of expenditures for the period through June 30, 2000 and 1999 follows (in millions):

	Annual Budget				Actual			
	1999-00	1998-99	Change	% Change	1999-00	1998-99	Change	% Change
Expenditures :								
Current Operations	\$ 13,877.5	\$ 12,582.0	\$ 1,295.5	10.3%	\$ 13,744.0	\$ 12,432.4	\$ 1,311.6	10.5%
Capital Improve. - Approp.	167.1	337.2	(170.1)	(50.4%)	167.1	337.2	(170.1)	(50.4%)
Debt Service	193.1	192.4	0.7	0.4%	182.6	192.4	(9.8)	(5.1%)
	<u>14,237.7</u>	<u>13,111.6</u>	<u>1,126.1</u>	<u>8.6%</u>	<u>14,093.7</u>	<u>12,962.0</u>	<u>1,131.7</u>	<u>8.7%</u>
General Oblig. - Bonds	200.0	450.0	(250.0)	(55.6%)	200.0	450.0	(250.0)	(55.6%)
Total Expenditures	<u>\$ 14,437.7</u>	<u>\$ 13,561.6</u>	<u>\$ 876.1</u>	<u>6.5%</u>	<u>\$ 14,293.7</u>	<u>\$ 13,412.0</u>	<u>\$ 881.7</u>	<u>6.6%</u>

***Comments with regard to expenditures are as follows:***

Expenditures, excluding capital improvements funded by bond proceeds, for fiscal year 1999-00 were \$1,131.7 million more than those of fiscal year 1998-99, an increase of 8.7%.

**Current Operations**

Expenditures for current operations for 1999-00 were greater than such expenditures for 1998-99 by \$1,311.6 million, or 10.5%.

**Capital Improvements**

Capital expenditures of \$167.1 million were appropriated and expended for fiscal year 1999-00.

**Debt Service**

Debt service expenditures of \$193.1 million were appropriated for 1999-00. Actual debt service through June 30, 2000 totaled \$182.6 million. Total debt service requirements for 1999-00 were \$244.1 million. Of this amount, \$193.1 million was funded by appropriation, and \$51.0 million was funded by departmental receipts.

## DISCUSSION OF OPERATIONS GENERAL FUND

June 30, 2000

### **FUND BALANCE RESERVES**

#### **Savings Reserve Account**

During the 1991 session, the General Assembly established a Savings Reserve Account as a restricted reserved portion of fund balance in the General Fund, becoming effective for the year ended June 30, 1992. Under this legislation, one-fourth of any unreserved credit balance (*defined by the General Statutes as "...the credit balance, as determined on a cash basis, not already reserved to the Savings Reserve Account."*) remaining in the General Fund at the end of each fiscal year will be transferred to the Savings Reserve until the account contains funds equal to 5% of the amount appropriated to the General Fund operating budget for the preceding year. On June 30, 2000, the balance in the Savings Reserve Account was \$37.5 million.

#### **Summary of Savings Reserve Account (in millions) :**

Date	Description	Increase/ (Decrease)	Balance
	Reserve - Budget Stabilization (Rainy Day Fund)	\$ 0.4	\$ 0.4
June 1992	Statutory Reservation - G. S. 143-15.3	41.2	41.6
June 1993	Statutory Reservation - G. S. 143-15.3	134.3	175.9
July 1993	Withdrawal from Reserve	(121.0)	54.9
June 1994	Statutory Reservation - G. S. 143-15.3	155.7	210.6
January 1995	Budget Stabilization Appropriation	66.7	277.3
June 1995	Statutory Reservation - G. S. 143-15.3	146.3	423.6
June 1996	Statutory Reservation - G. S. 143-15.3	77.3	500.9
June 1997	Statutory Reservation - G. S. 143-15.3	-	500.9
June 1998	Statutory Reservation - G. S. 143-15.3	21.6	522.5
June 1999	Statutory Reservation - G. S. 143-15.3	-	522.5
July 1999	Withdrawal from Reserve	(200.0)	322.5
January 2000	Withdrawal from Reserve	(286.0)	36.5
June 2000	Statutory Reservation - G. S. 143-15.3	1.0	\$ 37.5

#### **Repairs and Renovations Reserve Account**

The 1993 General Assembly, in an effort to provide for the State's capital needs, established the Repairs and Renovations Reserve Account (G.S. 143-15.3A). The Repairs and Renovations Reserve Account is defined to consist of 3.0% of the replacement value of all State buildings supported from the General Fund, at the end of each fiscal year. The funds in the Repairs and Renovations Reserve Account are to be used only for the repair and renovation of State buildings and related infrastructure that are supported from the General Fund. The balance in the Repairs and Renovations Reserve at June 30, 2000 was \$7.1 million.

#### **Clean Water Management Trust Fund**

For fiscal year 1995-96, the General Assembly established the Clean Water Management Trust Fund to finance projects to clean up or prevent surface water pollution (G.S. 113-145.3). The amount reserved in the General Fund each year is defined as 6.5% of any unreserved credit balance remaining in the General Fund at the end of the fiscal year, or \$30 million, whichever is greater. However, no portion of the unreserved credit balance remaining in the General Fund at the end of the 2000-2001 fiscal year will be reserved, and future years will be reserved according to General Statute. For the 1999-00 fiscal year, no additional amounts were placed in this reserve.

#### **North Carolina Railroad Acquisition and Dividends**

For fiscal year 1996-97, the General Assembly established the Railroad Reserve Account. In order to help promote trade, industry, and transportation within the State of North Carolina and to advance the economic interests of the State and its citizens, the General Assembly found it advantageous for the State to acquire the outstanding shares of the North Carolina Railroad Company not held by the State. At June 30, 1997, the amount of \$61 million of the unreserved General Fund balance was placed in the Railroad Reserve Account. On April 1, 1998 the General Fund loaned (presented as an investment of cash on the cash basis General Fund balance sheet) the North Carolina Railroad Company \$61 million for the retirement of non-State owned common stock shares of the Railroad. In January 2000, the State received \$19.9 million in dividends from the North Carolina Railroad Company. \$19 million was applied to reduce the outstanding obligation to \$42 million, and the remaining \$0.9 million was deposited in a reserve to remain unencumbered and unexpended until appropriated by the General Assembly.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

June 30, 2000

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**Disproportionate Share Reserve**

Disproportionate share payments are Medicaid payments made to hospitals which serve a disproportionate share of indigent patients (1993 General Assembly, Chapter 321, Senate Bill 27, Section 21.3). This account was established to reserve for future appropriation any excess collection of disproportionate share revenues above those budgeted as departmental receipts for the fiscal year 1997-98 and as non-tax revenue in succeeding fiscal years. There was \$1.2 million in this reserve at June 30, 2000.

**Intangibles Tax Refunds**

On February 21, 1996, the U.S. Supreme Court declared North Carolina's intangibles tax unconstitutional. Smith, et al. v. State aimed at recovering intangibles tax refunds for taxpayers who failed to comply with the refund statute's 30-day demand requirement. On December 4, 1998, the Supreme Court ruled that North Carolina would have to pay refunds to non-protesters who paid intangibles taxes. This case was consolidated with Shaver, et al. v. State, another action for refund of intangibles tax paid on shares of stock. The consolidated case was settled and the agreement required the State to pay \$440 million into a settlement fund in two installments, \$200 million by October 1, 1999, and \$240 million by July 10, 2000. The 2000 General Assembly directed \$240 million to be transferred from the State Aid to Local School Administrative Units to a reserve in the Department of the State Treasurer. These funds will be held in reserve for allocation pursuant to this settlement.

# **SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE - BUDGETARY BASIS** **GENERAL FUND**

June 30, 2000

(Expressed In Millions)

<b>Assets</b>		<b>Liabilities and Fund Balance</b>	
Deposits with State Treasurer :		<b><u>Liabilities:</u></b>	
Cash and Investments	\$ 851.8	Sales and Use Tax Payable	\$ 442.5
		Scrap Tire Fees Payable	2.7
Advance to North Carolina Railroad	42.0	White Goods	1.1
		<b>Total Liabilities</b>	<b>\$ 446.3</b>
		<b><u>Fund Balance:</u></b>	
		<b><u>Reserved :</u></b>	
		Savings Account (G.S. 143-15.3)	\$ 37.5
		Retirees' Health Premiums	117.7
		Repairs and Renovations (G.S. 143-15.3A)	7.1
		Clean Water Management Trust Fd (G.S. 143-15.3B)	1.1
		North Carolina Railroad Acquisition	42.0
		North Carolina Railroad Dividend	0.9
		Intangibles Tax Refunds	240.0
		Disproportionate Share	1.2
		<b>Total Reserved</b>	<b>\$ 447.5</b>
		<b><u>Unreserved :</u></b>	
		Fund Balance - July 1, 1999	296.7
		Contribution from Reserves - July 1, 1999	666.0
		Contribution to Reserves - June 30, 2000	(3.9)
			<b>958.8</b>
		Excess of Revenue Over Expenditures -	
		Twelve Months Ended June 30, 2000	<b>(958.8)</b>
		<b>Total Unreserved</b>	<b>—</b>
		<b>Total Fund Balance</b>	<b>447.5</b>
<b>Total Assets</b>	<b>\$ 893.8</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 893.8</b>

**Bailey Case — State Tax Refunds - State Retirees.** State and local government retirees filed a class action suit in 1990 as a result of the repeal of the income tax exemption for state and local government retirement benefits. The original suit was dismissed after the North Carolina Supreme Court ruled in 1991 that the plaintiffs had failed to comply with state law requirements for challenging unconstitutional taxes and the United States Supreme Court denied review. In 1992, many of the same plaintiffs filed a new lawsuit alleging essentially the same claims, including breach of contract, unconstitutional impairment of contract rights by the State in taxing benefits that were allegedly promised to be tax exempt and violation of several state constitutional provisions.

**Patton Case — State Tax Refunds - Federal Retirees.** On May 23, 1995, retired federal employees sued for refund of income taxes paid upon pension income for tax years 1989 through 1993. They alleged that the incremental pension increases granted state retirees since 1989 unconstitutionally discriminate against them. The North Carolina Supreme Court ruled in the Bailey case on Friday, May 8, 1998. On June 9, 1998 representatives of the State and the various retirees involved in the Bailey and Patton cases announced a settlement in the amount of \$799 million. Of this amount, \$400 million was paid in refunds in November 1998 for fiscal year 1998-99, and \$399 million in July of fiscal year 1999-2000.

**Smith v. State – Intangibles tax refunds to non-protesting taxpayers.** On February 21, 1996, the U.S. Supreme Court declared North Carolina's intangibles tax unconstitutional. Subsequently, the State made refunds of intangible taxes paid by all persons who had complied with the provisions of G.S. 105-267, **Taxes to be paid; suits for recovery of taxes**, for obtaining refunds of unconstitutional taxes. The Smith case is an action aimed principally at recovering intangibles tax refunds for taxpayers who failed to comply with the provisions of G.S. 105-267. On December 4, 1998, the Supreme Court ruled that North Carolina will have to pay refunds to non-protesters who paid intangibles taxes. This case has been consolidated with Shaver v. State, another action for refund of intangibles tax paid on shares of stock. The consolidated case has now been settled and the agreement requires the State to pay \$440 million into a settlement fund in two installments, \$200 million by October 1, 1999, and \$240 million by July 10, 2000.

# State of North Carolina

## SCHEDULE OF OPERATIONS GENERAL FUND

For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Realized/Expended Year-To-Date	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<b>Beg. Unreserved Fund Balance</b>	\$ 1,315.8	\$ 1,207.4	\$ 296.7	\$ 515.2	\$ 296.7	\$ 515.2		
Transfer from Reserved Fund Balance	—	—	666.0	227.8	666.0	227.8		
	<u>1,315.8</u>	<u>1,207.4</u>	<u>962.7</u>	<u>743.0</u>	<u>962.7</u>	<u>743.0</u>		
<b>Revenues:</b>								
<b>Tax Revenues:</b>								
Individual Income	516.4	513.8	7,080.1	6,606.5	7,121.4	6,358.4	99.4%	103.9%
Corporate Income [1]	184.7	212.8	903.2	848.5	829.2	743.1	108.9%	114.2%
Sales and Use	281.3	295.0	3,354.9	3,376.2	3,374.3	3,350.0	99.4%	100.8%
Franchise [1]	(11.6)	1.9	307.0	409.6	410.9	434.8	74.7%	94.2%
Insurance	68.7	80.6	273.4	291.2	305.7	273.6	89.4%	106.4%
Beverage	17.4	15.9	166.4	158.0	162.3	158.0	102.5%	100.0%
Inheritance	9.6	14.6	163.3	169.9	137.5	155.4	118.8%	109.3%
Soft Drink	—	1.0	1.3	12.3	1.5	13.4	86.7%	91.8%
Privilege License	5.2	3.4	43.8	27.6	30.9	38.9	141.7%	71.0%
Tobacco Products	4.2	3.6	43.7	44.9	42.8	46.3	102.1%	97.0%
Real Estate Conveyance Excise	(7.4)	(7.3)	—	—	—	—	—	—
Gift	0.6	0.4	25.1	19.3	20.4	16.4	123.0%	117.7%
White Goods Disposal	(0.7)	(0.7)	—	—	—	—	—	—
Scrap Tire Disposal	(1.8)	(1.7)	—	—	—	—	—	—
Freight Car Lines	—	—	0.4	0.5	0.5	0.5	80.0%	100.0%
Piped Natural Gas	(9.5)	—	27.7	—	30.0	—	92.3%	—
Other	0.6	0.7	0.7	0.8	0.6	0.7	116.7%	114.3%
<b>Total Tax Revenue</b>	<u>1,057.7</u>	<u>1,134.0</u>	<u>12,391.0</u>	<u>11,965.3</u>	<u>12,468.0</u>	<u>11,589.5</u>	99.4%	103.2%
<b>Non-Tax Revenue:</b>								
Treasurer's Investments	18.7	22.5	208.3	249.3	236.2	261.5	88.2%	95.3%
Judicial Fees	8.4	11.5	101.5	121.0	127.0	116.3	79.9%	104.0%
Insurance	5.6	4.6	23.8	22.0	41.4	21.4	57.5%	102.8%
Disproportionate Share	—	—	105.0	85.0	105.0	85.0	100.0%	100.0%
Highway Fund Transfer In	3.4	3.5	13.6	13.4	13.6	13.4	100.0%	100.0%
Highway Trust Fund Transfer In	—	—	170.0	170.0	170.0	170.0	100.0%	100.0%
Other	7.9	9.0	121.7	107.8	114.7	111.7	106.1%	96.5%
<b>Total Non-Tax Revenue</b>	<u>44.0</u>	<u>51.1</u>	<u>743.9</u>	<u>768.5</u>	<u>807.9</u>	<u>779.3</u>	92.1%	98.6%
<b>Total Tax and Non-Tax Revenue</b>	<u>1,101.7</u>	<u>1,185.1</u>	<u>13,134.9</u>	<u>12,733.8</u>	<u>13,275.9</u>	<u>12,368.8</u>	98.9%	103.0%
<b>Bond Proceeds</b>	<u>—</u>	<u>—</u>	<u>200.0</u>	<u>450.0</u>	<u>200.0</u>	<u>450.0</u>	100.0%	100.0%
<b>Total Availability</b>	<u>2,417.5</u>	<u>2,392.5</u>	<u>14,297.6</u>	<u>13,926.8</u>	<u>14,438.6</u>	<u>13,561.8</u>	99.0%	102.7%
<b>Expenditures:</b>								
Current Operations	2,282.6	1,841.4	13,744.0	12,432.4	13,877.5	12,582.0	99.0%	98.8%
Capital Improvements:								
Funded by General Fund	109.5	—	167.1	337.2	167.1	337.2	100.0%	100.0%
Debt Service	21.5	36.3	182.6	192.4	193.1	192.4	94.6%	100.0%
	<u>2,413.6</u>	<u>1,877.7</u>	<u>14,093.7</u>	<u>12,962.0</u>	<u>14,237.7</u>	<u>13,111.6</u>	99.0%	98.9%
Capital Improvements:								
Funded by Bond Proceeds	—	—	200.0	450.0	200.0	450.0	100.0%	100.0%
<b>Total Expenditures</b>	<u>2,413.6</u>	<u>1,877.7</u>	<u>14,293.7</u>	<u>13,412.0</u>	<u>14,437.7</u>	<u>13,561.6</u>	99.0%	98.9%
<b>Unreserved Fund Balance -</b>								
<b>Before Statutory Reservations</b>	3.9	514.8	3.9	514.8	0.9	0.2		
Reservations								
Repair and Renovation	2.9	150.0	2.9	150.0	—	—		
Savings	1.0	—	1.0	—	—	—		
Clean Water Mgmt. Trust Fund	—	31.1	—	31.1	—	—		
Capital Improvements	—	7.0	—	7.0	—	—		
Aquarium	—	30.0	—	30.0	—	—		
<b>Unreserved Fund Balance</b>	<u>\$ —</u>	<u>\$ 296.7</u>	<u>\$ —</u>	<u>\$ 296.7</u>	<u>\$ 0.9</u>	<u>\$ 0.2</u>		

[1] Corporate income tax collections through June 2000 include franchise tax payments estimated at \$82.9 million. A transfer of payments to franchise tax from corporate tax will occur when corporations file their final tax return in October of this year.

# SCHEDULE OF NET TAX AND NON-TAX REVENUES AND TRANSFERS IN BUDGET VS. ACTUAL GENERAL FUND

For the Month of June 2000, and the Twelve Months Ended June 30, 2000

(Expressed In Millions)

	Current Month				Year-To-Date			
	Projected Monthly Budget	Actual	Variance	Percent Realized	Projected Monthly Budget	Actual	Variance	Percent Realized
<b>Tax Revenue</b>								
Individual Income [1]	\$ 554.0	\$ 516.4	\$ (37.6)	93.2%	\$ 7,121.4	\$ 7,080.1	\$ (41.3)	99.4%
Corporate Income [2] [3]	205.9	184.7	(21.2)	89.7%	829.2	903.2	74.0	108.9%
Sales and Use	300.5	281.3	(19.2)	93.6%	3,374.3	3,354.9	(19.4)	99.4%
Franchise [3]	0.4	(11.6)	(12.0)	(2900.0%)	410.9	307.0	(103.9)	74.7%
Insurance	84.6	68.7	(15.9)	81.2%	305.7	273.4	(32.3)	89.4%
Beverage	16.5	17.4	0.9	105.5%	162.3	166.4	4.1	102.5%
Inheritance	10.0	9.6	(0.4)	96.0%	137.5	163.3	25.8	118.8%
Soft Drink	—	—	—	—	1.5	1.3	(0.2)	86.7%
Privilege License	4.5	5.2	0.7	115.6%	30.9	43.8	12.9	141.7%
Tobacco Products	3.5	4.2	0.7	120.0%	42.8	43.7	0.9	102.1%
Real Estate Conveyance Excise	(7.4)	(7.4)	—	100.0%	—	—	—	—
Gift	0.3	0.6	0.3	200.0%	20.4	25.1	4.7	123.0%
White Goods Disposal	(0.7)	(0.7)	—	100.0%	—	—	—	—
Scrap Tire Disposal	(1.8)	(1.8)	—	100.0%	—	—	—	—
Freight Car Lines	0.5	—	(0.5)	—	0.5	0.4	(0.1)	80.0%
Piped Natural Gas	2.9	(9.5)	(12.4)	(327.6%)	30.0	27.7	(2.3)	92.3%
Other	0.6	0.6	—	100.0%	0.6	0.7	0.1	116.7%
<b>Total Tax Revenue</b>	<u>1,174.3</u>	<u>1,057.7</u>	<u>(116.6)</u>	90.1%	<u>12,468.0</u>	<u>12,391.0</u>	<u>(77.0)</u>	99.4%
<b>Non-Tax Revenue</b>								
Treasurer's Investments	17.0	18.7	1.7	110.0%	236.2	208.3	(27.9)	88.2%
Judicial Fees	10.7	8.4	(2.3)	78.5%	127.0	101.5	(25.5)	79.9%
Insurance	7.9	5.6	(2.3)	70.9%	41.4	23.8	(17.6)	57.5%
Disproportionate share	—	—	—	—	105.0	105.0	—	100.0%
Highway Fund Transfer In	3.4	3.4	—	100.0%	13.6	13.6	—	100.0%
Highway Trust Fund Transfer In	—	—	—	—	170.0	170.0	—	100.0%
Other	10.0	7.9	(2.1)	79.0%	114.7	121.7	7.0	106.1%
<b>Total Non-Tax Revenue</b>	<u>49.0</u>	<u>44.0</u>	<u>(5.0)</u>	89.8%	<u>807.9</u>	<u>743.9</u>	<u>(64.0)</u>	92.1%
<b>Total Tax and Non-Tax Revenue</b>	<u>\$ 1,223.3</u>	<u>\$ 1,101.7</u>	<u>\$ (121.6)</u>	90.1%	<u>\$ 13,275.9</u>	<u>\$ 13,134.9</u>	<u>\$ (141.0)</u>	98.9%

**[1] Individual Income Tax collections are reported net of the following transfer(s) :**

	1999-00		1998-99	
	Current Month	Year-To- Date	Current Month	Year-To- Date
Individual Income Tax, Reported Net	\$ 516.4	\$ 7,080.1	\$ 513.8	\$ 6,606.5
Local Government Tax Reimbursement	—	129.0	—	129.0
Individual Income Tax, Adjusted for Transfers	<u>\$ 516.4</u>	<u>\$ 7,209.1</u>	<u>\$ 513.8</u>	<u>\$ 6,735.5</u>

**[2] Corporate Income Tax collections are reported net of the following transfer(s) :**

	1999-00		1998-99	
	Current Month	Year-To- Date	Current Month	Year-To- Date
Corporate Income Tax, Reported Net	\$ 184.7	\$ 903.2	\$ 212.8	\$ 848.5
Public School Building Capital Fund	—	79.4	—	62.9
Critical School Facility Needs Fund	—	10.0	—	10.0
Local Government Tax Reimbursement	—	204.5	—	207.2
	<u>—</u>	<u>293.9</u>	<u>—</u>	<u>280.1</u>
Corporate Income Tax, Adjusted for Transfers	<u>\$ 184.7</u>	<u>\$ 1,197.1</u>	<u>\$ 212.8</u>	<u>\$ 1,128.6</u>

**[3]** Corporate income tax collections through June include franchise tax payments estimated at \$82.9 million. A transfer of payments to franchise tax from corporate tax will occur when corporations file their final tax return in October of this year.

# State of North Carolina

## SCHEDULE OF APPROPRIATION EXPENDITURES BY FUNCTION AND DEPARTMENT GENERAL FUND

For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<p>A negative appropriation expenditure indicates that a budget code has non-appropriated authorized receipts that exceed authorized expenditures.</p> <p>Budget Code Expenditures minus Budget Code Receipts equal Budget Code Appropriation Expenditures.</p>								
<b>General Fund Expenditures</b>								
<b>Current Operations :</b>								
<b>General Government</b>								
General Assembly	\$ 20.0	\$ 17.2	\$ 35.1	\$ 34.6	\$ 35.3	\$ 34.9	99.4%	99.1%
Governor's Office	0.5	0.6	5.5	5.4	5.5	5.4	100.0%	100.0%
Office of State Budget	0.4	0.5	5.2	4.3	5.2	4.5	100.0%	95.6%
Office of State Planning	0.4	0.6	2.3	3.4	2.3	3.4	100.0%	100.0%
Housing Finance Agency	—	—	11.3	4.3	11.3	4.3	100.0%	100.0%
Disaster Relief	547.3	82.0	447.5	—	451.0	—	99.2%	—
Lieutenant Governor	—	0.1	0.6	0.7	0.7	0.7	85.7%	100.0%
Secretary of State	1.0	1.3	6.6	6.5	6.9	7.0	95.7%	92.9%
State Auditor	1.9	3.3	11.8	10.4	12.0	12.2	98.3%	85.2%
State Treasurer	0.8	0.7	6.5	6.5	7.1	8.3	91.5%	78.3%
Retirement and Employee Benefits	2.8	2.5	611.3	412.3	611.3	412.3	100.0%	100.0%
Fire Safety Loan	—	—	—	—	—	—	—	—
Administration	4.8	6.5	62.6	56.4	62.6	61.9	100.0%	91.1%
Administration-Reserve Central Mail Service	—	—	—	—	—	—	—	—
Office of the State Controller	1.9	2.3	11.3	12.6	11.7	13.2	96.6%	95.5%
Revenue	15.9	19.3	78.8	81.9	80.9	84.2	97.4%	97.3%
Cultural Resources	2.9	4.7	70.6	73.2	71.1	73.7	99.3%	99.3%
Cultural Resources - Roanoke Island Commission	—	—	1.9	1.9	1.9	1.9	100.0%	100.0%
Board of Elections	3.9	4.7	3.1	3.4	3.3	3.8	93.9%	89.5%
Office of Administrative Hearings	0.3	0.2	2.7	2.4	2.9	2.8	93.1%	85.7%
Rules Review Committee	0.1	0.1	0.4	0.3	0.4	0.3	100.0%	100.0%
	<u>604.9</u>	<u>146.6</u>	<u>1,375.1</u>	<u>720.5</u>	<u>1,383.4</u>	<u>734.8</u>	<u>99.4%</u>	<u>98.1%</u>
Reserves - General Assembly	(1.8)	3.2	3.7	8.3	5.7	8.3	64.9%	100.0%
Reserves - Contingency & Emergency	—	—	—	—	—	0.6	—	—
Reserves - SPA Salary Increases	—	—	—	—	0.9	2.7	—	—
Reserves - Salary Adjustments	—	—	—	—	2.0	—	—	—
Reserves - Comprehensive Health Plan	—	—	—	—	12.5	—	—	—
Reserves - Year 2000	—	—	—	—	—	—	—	—
Reserves - Education Technology Equipment	—	—	—	—	—	—	—	—
Reserves - Nonrecurring Compensation Increase	—	—	—	—	2.5	3.1	—	—
Reserves - Welfare Reform	—	—	—	—	0.4	0.4	—	—
Reserves - Administrative Rules Process	—	—	—	—	—	—	—	—
Reserves - Salary Adjustments 1999-00	—	—	—	—	1.0	0.6	—	—
Reserves - Salary Adjustments	—	—	—	—	—	0.6	—	—
Reserves - Child Support Legislation	—	—	—	—	—	—	—	—
Reserves - Positions Vacated by Retirement	—	—	—	—	(4.0)	—	—	—
Reserves - Retirement Adjustment	—	—	—	—	(5.6)	—	—	—
Reserves - Postage Reduction	—	—	—	—	—	(0.1)	—	—
Reserves - Criminal Justice Information System	—	—	—	—	—	—	—	—
Reserves - Retirement Adjustment	—	—	—	—	—	—	—	—
Reserves - Moving Expenses	—	1.7	—	—	—	—	—	—
Reserves - Clean Water	—	—	—	—	—	—	—	—
Reserves - Juvenile Justice	—	—	—	—	—	—	—	—
Reserves - SPA Minimum Salary	—	—	—	—	0.1	—	—	—
Reserves - AOC Retirement Reduction	—	—	—	—	(0.9)	—	—	—
Reserves - Intangibles Tax Settlement	—	—	—	—	—	—	—	—
	<u>(1.8)</u>	<u>4.9</u>	<u>3.7</u>	<u>8.3</u>	<u>14.6</u>	<u>16.2</u>	<u>25.3%</u>	<u>51.2%</u>
<b>Total - General Government</b>	<u>603.1</u>	<u>151.5</u>	<u>1,378.8</u>	<u>728.8</u>	<u>1,398.0</u>	<u>751.0</u>	<u>98.6%</u>	<u>97.0%</u>

# State of North Carolina

## SCHEDULE OF APPROPRIATION EXPENDITURES BY FUNCTION AND DEPARTMENT GENERAL FUND

For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	Year-To-Date		Year-To-Date		Year-To-Date		Year-To-Date	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<b>Education</b>								
Public Instruction	827.7	776.9	5,450.6	5,038.2	5,497.1	5,068.6	99.2%	99.4%
North Carolina School of Science and Mathematics	1.6	1.6	10.6	10.1	10.8	10.5	98.1%	96.2%
Community Colleges	82.2	86.3	582.2	582.2	589.6	587.5	98.7%	99.1%
	911.5	864.8	6,043.4	5,630.5	6,097.5	5,666.6	99.1%	99.4%
<b>University System :</b>								
University of North Carolina - General Admin.	7.5	4.6	53.9	47.6	54.0	49.2	99.8%	96.7%
UNC - GA Institutional Programs and Facilities	—	—	—	—	0.2	0.3	—	—
UNC - GA Related Educational Programs	1.3	(0.1)	84.0	77.2	86.5	77.2	97.1%	100.0%
UNC - Chapel Hill Academic Affairs	48.1	36.6	190.2	188.8	190.2	188.8	100.0%	100.0%
UNC - Chapel Hill Health Affairs	23.7	19.9	152.1	149.2	152.1	149.2	100.0%	100.0%
UNC - Chapel Hill Area Health Affairs	3.0	8.0	45.0	44.4	45.0	44.4	100.0%	100.0%
NCSU - Academic Affairs	34.2	53.1	259.9	250.3	259.9	250.3	100.0%	100.0%
NCSU - Agricultural Research	6.6	5.0	46.8	48.6	46.8	48.6	100.0%	100.0%
NCSU - Agricultural Extension Service	5.7	2.9	36.8	36.5	36.8	36.5	100.0%	100.0%
University of North Carolina at Greensboro	15.7	16.9	85.5	82.3	85.5	82.3	100.0%	100.0%
University of North Carolina at Charlotte	19.4	19.6	91.6	87.3	91.6	87.3	100.0%	100.0%
University of North Carolina at Asheville	3.5	3.6	24.9	23.9	24.9	23.9	100.0%	100.0%
University of North Carolina at Wilmington	11.2	11.2	56.7	52.4	56.7	52.4	100.0%	100.0%
East Carolina University	23.7	19.1	111.4	109.0	111.4	109.0	100.0%	100.0%
ECU - Health Affairs	5.8	4.8	42.3	45.2	42.3	45.2	100.0%	100.0%
North Carolina A&T University	9.5	12.6	57.4	57.3	57.4	57.3	100.0%	100.0%
Western Carolina University	9.3	8.0	50.7	50.2	50.7	50.2	100.0%	100.0%
Appalachian State University	10.9	10.0	80.7	75.9	80.7	75.9	100.0%	100.0%
Pembroke State University	3.5	3.7	23.5	22.3	23.5	22.3	100.0%	100.0%
Winston-Salem State University	5.4	3.3	27.5	26.2	27.5	26.2	100.0%	100.0%
Elizabeth City State University	2.8	3.4	21.3	20.5	21.3	20.5	100.0%	100.0%
Fayetteville State University	5.2	3.8	28.8	27.6	28.8	27.6	100.0%	100.0%
North Carolina Central University	9.4	7.5	45.0	42.4	45.0	42.4	100.0%	100.0%
North Carolina School of the Arts	3.4	3.2	15.4	14.5	15.4	14.5	100.0%	100.0%
University of North Carolina Hospitals	3.0	4.1	37.2	37.0	37.2	37.0	100.0%	100.0%
	271.8	264.8	1,668.6	1,616.6	1,671.4	1,618.5	99.8%	99.9%
<b>Total - Education</b>	1,183.3	1,129.6	7,712.0	7,247.1	7,768.9	7,285.1	99.3%	99.5%
<b>Health and Human Services</b>								
HHS - Administration	6.5	16.2	52.4	118.5	54.1	123.5	96.9%	96.0%
Aging	2.5	3.0	29.7	31.9	30.1	32.2	98.7%	99.1%
Child Development	58.6	58.6	287.4	209.7	288.3	210.9	99.7%	99.4%
Services for Deaf & Hearing Impaired	8.7	3.2	60.7	30.3	62.0	30.8	97.9%	98.4%
Health Services	21.5	30.7	109.1	121.1	115.3	129.6	94.6%	93.4%
Social Services	35.0	43.9	144.2	157.0	148.2	161.3	97.3%	97.3%
Medical Assistance	88.7	110.7	1,429.7	1,301.8	1,429.8	1,334.5	100.0%	97.5%
Children's Health Insurance	2.7	3.3	20.6	8.3	20.6	14.3	100.0%	58.0%
Services for the Blind	1.8	3.9	9.8	18.0	10.1	18.8	97.0%	95.7%
Mental Health	75.4	63.5	580.3	558.3	584.9	561.7	99.2%	99.4%
Facility Services	4.4	4.2	13.7	9.0	14.1	10.5	97.2%	85.7%
Vocational Rehabilitation	9.4	12.5	39.2	35.0	40.4	35.6	97.0%	98.3%
Youth Services (Reorganization FY 1999-00)	—	(80.8)	—	—	—	—	—	—
Juvenile Justice (Reorganization FY 1999-00)	17.9	123.1	133.8	123.1	139.3	126.1	96.1%	97.6%
<b>Total - Health and Human Services</b>	333.1	396.0	2,910.6	2,722.0	2,937.2	2,789.8	99.1%	97.6%



# State of North Carolina

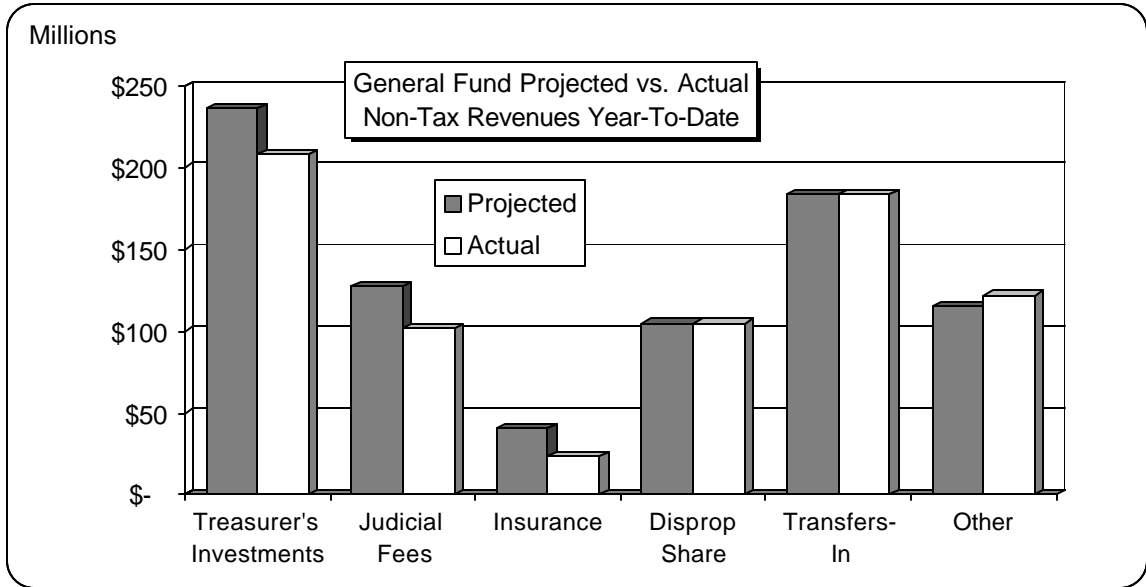
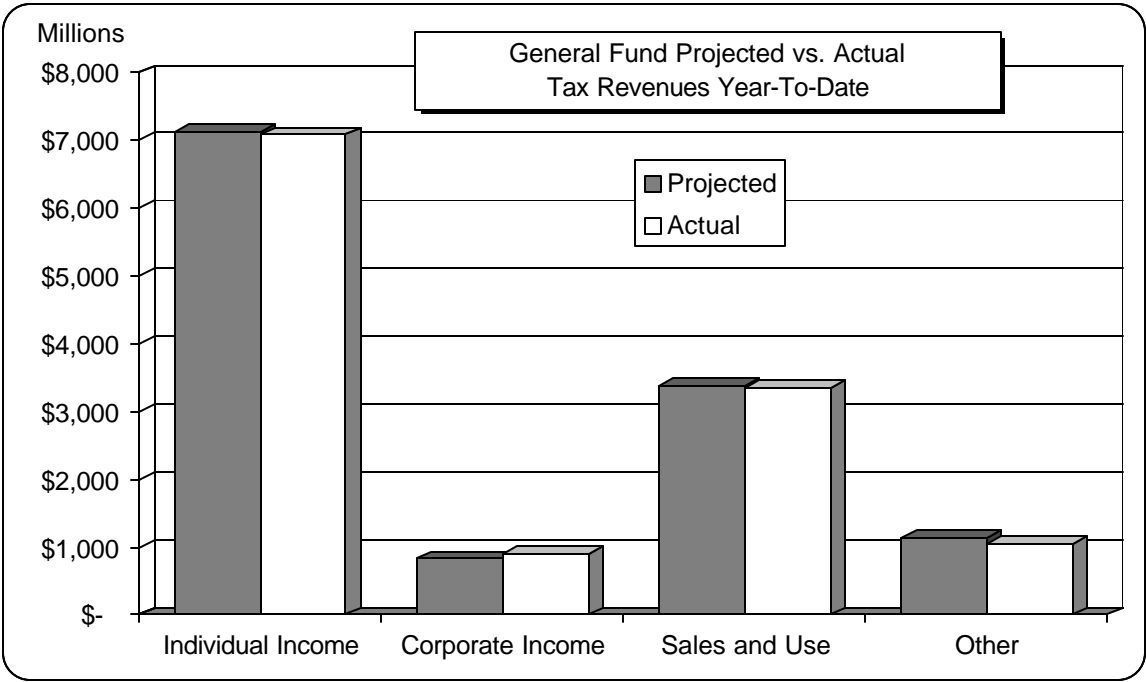
## SCHEDULE OF APPROPRIATION EXPENDITURES BY FUNCTION AND DEPARTMENT GENERAL FUND

For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

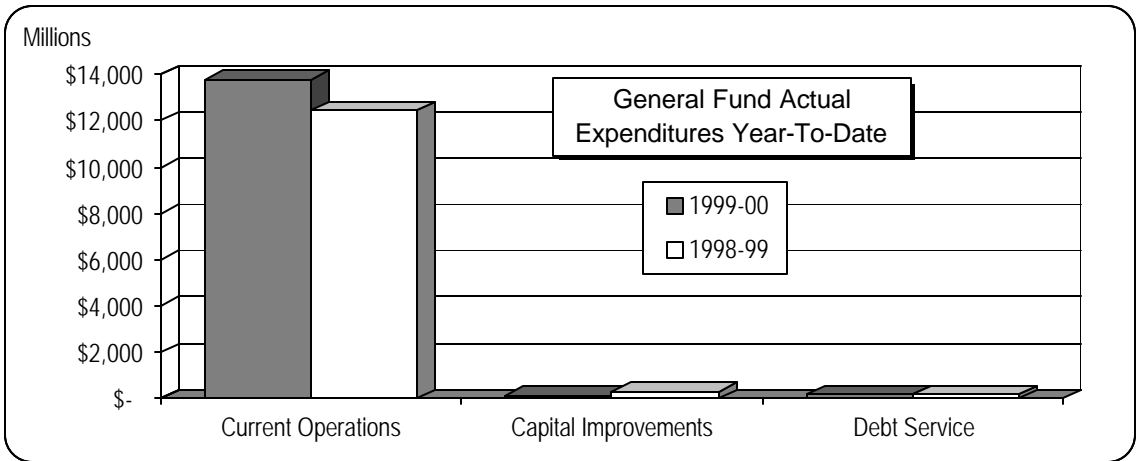
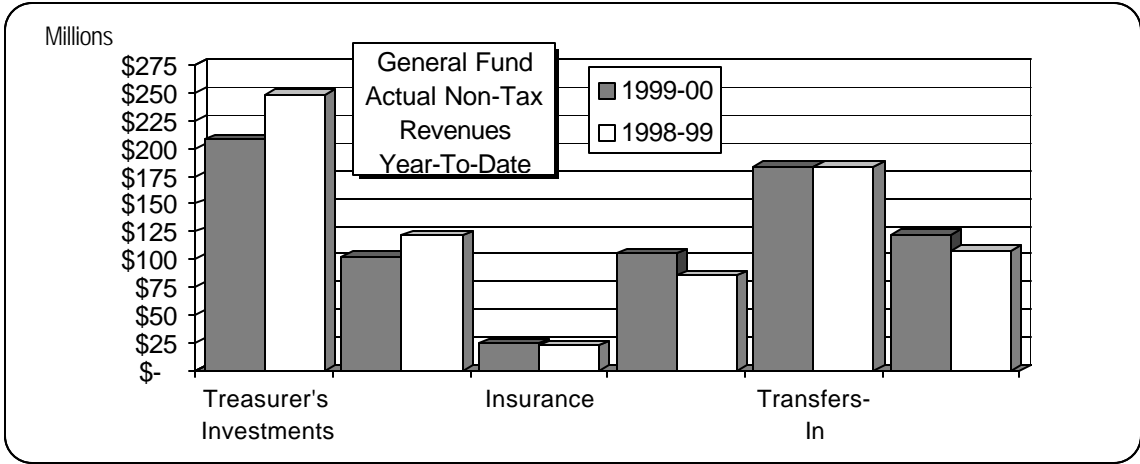
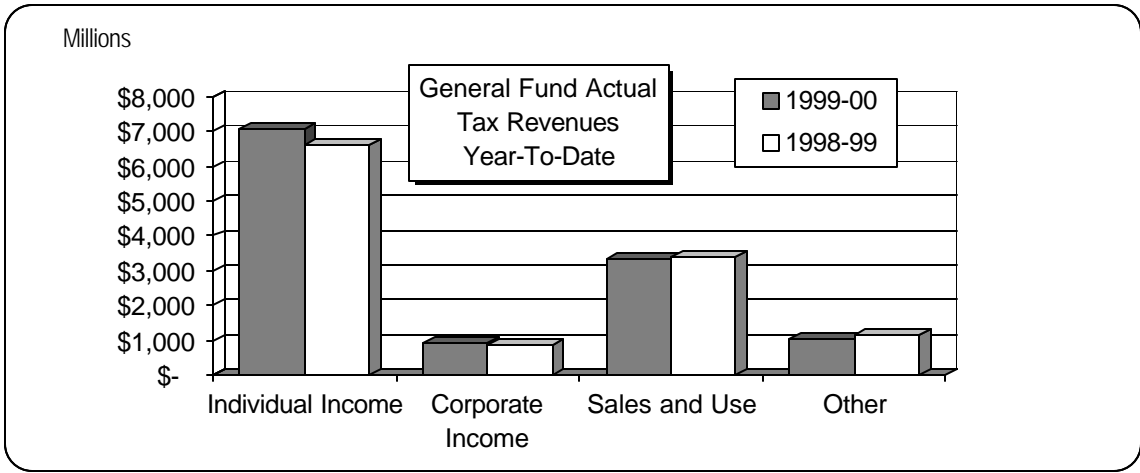
(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	Year-To-Date		Year-To-Date		Year-To-Date		Year-To-Date	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<b>Economic Development</b>								
Commerce	11.0	13.2	47.7	50.9	48.4	54.4	98.6%	93.6%
Commerce - State Aid to Nonstate Entities	1.7	3.5	28.1	45.1	28.1	45.1	100.0%	100.0%
Division of Information Technology Service	0.5	1.9	2.7	6.1	3.1	6.1	87.1%	100.0%
Microelectronics Center	—	—	—	—	—	—	—	—
Biotechnology Center	—	—	—	—	—	—	—	—
Rural Economic Development Center	—	—	—	—	—	—	—	—
Transportation - Airport	—	—	21.0	11.2	21.0	11.2	100.0%	100.0%
Transportation - Railroads	—	—	—	—	—	—	—	—
<b>Total - Economic Development</b>	<b>13.2</b>	<b>18.6</b>	<b>99.5</b>	<b>113.3</b>	<b>100.6</b>	<b>116.8</b>	<b>98.9%</b>	<b>97.0%</b>
<b>Environment and Natural Resources</b>								
Environment and Natural Resources	12.9	18.1	153.8	158.8	159.2	163.5	96.6%	97.1%
Environment and Natural Resources - State Aid	—	—	30.0	47.4	30.0	47.4	100.0%	100.0%
<b>Total - Environment and Natural Resources</b>	<b>12.9</b>	<b>18.1</b>	<b>183.8</b>	<b>206.2</b>	<b>189.2</b>	<b>210.9</b>	<b>97.1%</b>	<b>97.8%</b>
<b>Public Safety, Correction, and Regulation</b>								
Judicial	29.5	12.8	348.5	326.7	348.5	328.9	100.0%	99.3%
Justice	6.8	7.8	75.2	70.7	75.9	74.4	99.1%	95.0%
Labor	1.7	3.4	16.9	16.0	17.1	17.6	98.8%	90.9%
Insurance	2.2	2.3	22.6	20.9	22.9	22.7	98.7%	92.1%
Insurance - RICO	—	—	4.5	4.5	4.5	4.5	100.0%	100.0%
Correction	86.3	89.4	899.6	885.2	918.6	885.2	97.9%	100.0%
Crime Control	4.6	5.2	35.9	36.8	37.9	36.8	94.7%	100.0%
<b>Total - Public Safety, Correction, and Regulation</b>	<b>131.1</b>	<b>120.9</b>	<b>1,403.2</b>	<b>1,360.8</b>	<b>1,425.4</b>	<b>1,370.1</b>	<b>98.4%</b>	<b>99.3%</b>
<b>Agriculture</b>								
Agriculture and Consumer Services	6.4	6.9	56.5	54.4	58.6	58.5	96.4%	93.0%
<b>Rounding [*]</b>	<b>(0.5)</b>	<b>(0.2)</b>	<b>(0.4)</b>	<b>(0.2)</b>	<b>(0.4)</b>	<b>(0.2)</b>	<b>N/A</b>	<b>N/A</b>
<b>Total Current Operations</b>	<b>2,282.6</b>	<b>1,841.4</b>	<b>13,744.0</b>	<b>12,432.4</b>	<b>13,877.5</b>	<b>12,582.0</b>	<b>99.0%</b>	<b>98.8%</b>
<b>Capital Improvements</b>								
Funded by General Fund	109.5	—	167.1	337.2	167.1	337.2	100.0%	100.0%
<b>Debt Service</b>	<b>21.5</b>	<b>36.3</b>	<b>182.6</b>	<b>192.4</b>	<b>193.1</b>	<b>192.4</b>	<b>94.6%</b>	<b>100.0%</b>
	<b>2,413.6</b>	<b>1,877.7</b>	<b>14,093.7</b>	<b>12,962.0</b>	<b>14,237.7</b>	<b>13,111.6</b>	<b>99.0%</b>	<b>98.9%</b>
<b>Capital Improvements</b>								
Funded by Bond Proceeds	—	—	200.0	450.0	200.0	450.0	100.0%	100.0%
<b>Total Expenditures</b>	<b>\$ 2,413.6</b>	<b>\$ 1,877.7</b>	<b>\$ 14,293.7</b>	<b>\$ 13,412.0</b>	<b>\$ 14,437.7</b>	<b>\$ 13,561.6</b>	<b>99.0%</b>	<b>98.9%</b>

[\*] In disclosing the detail appropriation expenditures of 98 agencies/entities rounded to the millions of dollars, the "Rounding" category allows the most accurate presentation of individual agency and major General Fund category amounts.



June 30, 2000



**SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE - BUDGETARY BASIS  
HIGHWAY FUND**

June 30, 2000

(Expressed in Millions)

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<b>Liabilities:</b>	
Cash and Short-term Investments	\$ 217.0	Accounts Payable	\$ 25.2
		Contracts Payable - Retained Percentage	32.3
Accounts Receivable	169.7	Accrued Payroll	2.6
Inventory	33.7	Retainage Paid to Escrow Agents	36.9
Other Assets	223.2	FHWA - Advanced Right-of-way Revolving Fund	8.1
		Allowance for Employees' Leave	40.1
		Other Liabilities	<u>99.3</u>
		<b>Total Liabilities</b>	\$ 244.5
		<b>Fund Balance:</b>	
		Fund Balance - July 1, 1999	246.7
		Excess of Revenues Over Expenditures -	
		Twelve Months Ended June 30, 2000	<u>152.4</u>
		<b>Total Fund Balance</b>	<u>399.1</u>
<b>Total Assets</b>	<u>\$ 643.6</u>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 643.6</u>

# SCHEDULE OF REVENUES BY OBJECT AND EXPENDITURES BY FUNCTION

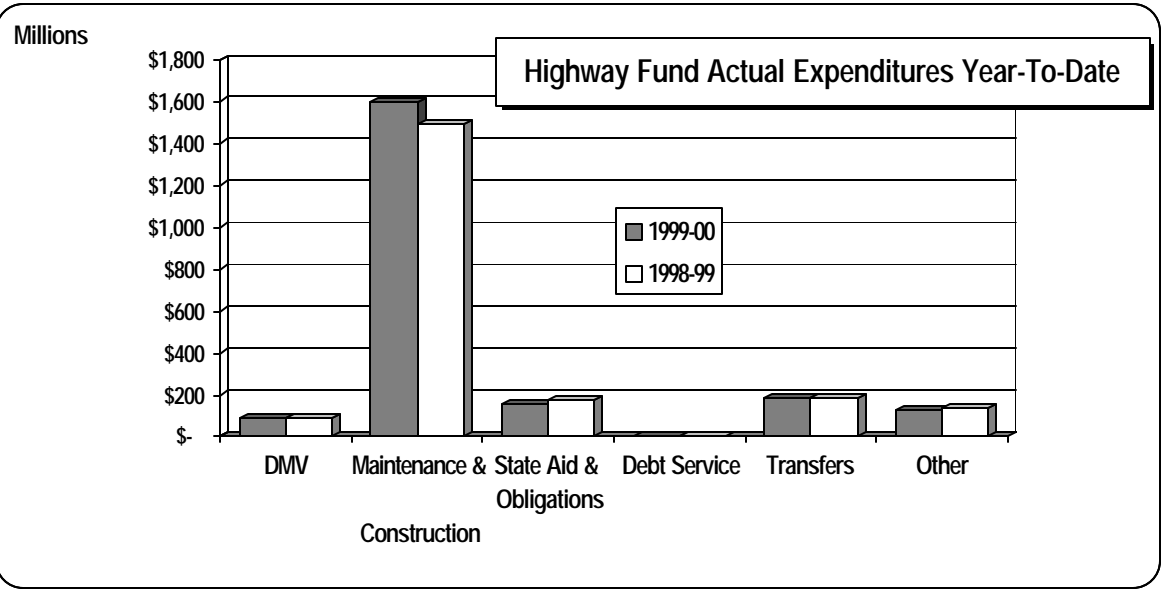
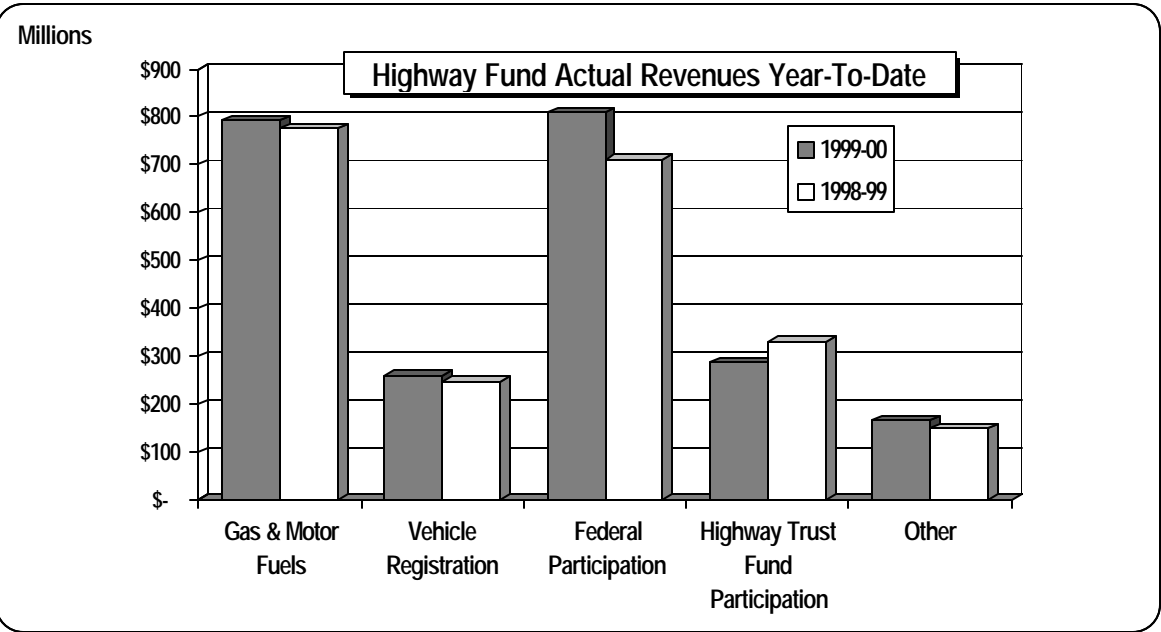
## HIGHWAY FUND

For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

(Expressed in Millions)

	Month		Year-To-Date		[1] Authorized Budget		Percent of Budget Realized/Expended Year-To-Date	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<b>Revenues:</b>								
Gasoline Tax (\$.0025)	\$ 1.2	\$ 1.1	\$ 12.3	\$ 12.5	\$ 13.5	\$ 12.5	91.1%	100.0%
Motor Fuels Tax	69.0	64.5	781.0	762.9	777.8	779.3	100.4%	97.9%
<b>Total Taxes</b>	<u>70.2</u>	<u>65.6</u>	<u>793.3</u>	<u>775.4</u>	<u>791.3</u>	<u>791.8</u>	<u>100.3%</u>	<u>97.9%</u>
Motor Vehicle Registration	19.3	19.0	259.9	246.7	245.0	240.9	106.1%	102.4%
Other Fees, Licenses, Fines	9.0	8.2	92.0	92.4	102.0	99.8	90.2%	92.6%
Transfer From Highway Trust Fund	—	—	—	—	—	—	—	—
Treasurer's Investments	3.4	3.4	18.6	15.5	11.1	12.6	167.6%	123.0%
Departmental Revenues	—	0.5	0.8	1.0	0.8	0.8	100.0%	125.0%
<b>Total Non-Tax</b>	<u>31.7</u>	<u>31.1</u>	<u>371.3</u>	<u>355.6</u>	<u>358.9</u>	<u>354.1</u>	<u>103.5%</u>	<u>100.4%</u>
<b>Total Tax and Non-Tax</b>	<u>101.9</u>	<u>96.7</u>	<u>1,164.6</u>	<u>1,131.0</u>	<u>1,150.2</u>	<u>1,145.9</u>	<u>101.3%</u>	<u>98.7%</u>
Federal Funds Participation	67.8	75.6	808.9	710.8	1,847.2	1,822.6	43.8%	39.0%
Highway Trust Fund Participation	53.8	31.4	287.3	330.2	615.8	573.4	46.7%	57.6%
Other Participation	0.8	3.6	55.2	41.1	110.7	86.7	49.9%	47.4%
<b>Total Other Revenues</b>	<u>122.4</u>	<u>110.6</u>	<u>1,151.4</u>	<u>1,082.1</u>	<u>2,573.7</u>	<u>2,482.7</u>	<u>44.7%</u>	<u>43.6%</u>
<b>Total Revenues</b>	<u>224.3</u>	<u>207.3</u>	<u>2,316.0</u>	<u>2,213.1</u>	<u>3,723.9</u>	<u>3,628.6</u>	<u>62.2%</u>	<u>61.0%</u>
<b>Expenditures:</b>								
Administration	11.5	14.8	71.0	76.0	73.6	80.6	96.5%	94.3%
Operations	3.0	(2.0)	26.2	29.7	27.6	33.3	94.9%	89.2%
Transfers to Other State Agencies	17.4	25.4	189.5	185.4	192.2	194.2	98.6%	95.5%
Division of Motor Vehicles	6.9	8.6	92.9	92.0	93.8	97.4	99.0%	94.5%
State Highway Maintenance	52.6	53.3	460.7	449.0	623.7	568.5	73.9%	79.0%
State Highway Construction	20.0	20.5	184.0	232.6	510.5	449.5	36.0%	51.7%
Federal Aid - Highway Construction	78.6	84.1	946.3	812.7	2,804.0	2,582.1	33.7%	31.5%
State Aid and Obligations	7.4	20.8	158.0	177.9	283.3	271.9	55.8%	65.4%
Other Expenditures	5.6	7.7	35.0	31.0	75.3	66.5	46.5%	46.6%
Debt Service	—	—	—	—	—	—	—	—
<b>Total Expenditures</b>	<u>203.0</u>	<u>233.2</u>	<u>2,163.6</u>	<u>2,086.3</u>	<u>4,684.0</u>	<u>4,344.0</u>	<u>46.2%</u>	<u>48.0%</u>
<b>Excess of Revenues Over/(Under) Expenditures</b>	21.3	(25.9)	152.4	126.8	(960.1)	(715.4)		
<b>Anticipation of Revenues :</b>								
Cash-flow Contract	—	—	—	—	28.0	28.0		
Cash-flow Provisions - G.S. 136-176 and G.S. 143-28.1	—	—	—	—	688.3	567.6		
<b>Beginning Balance</b>	<u>377.8</u>	<u>272.6</u>	<u>246.7</u>	<u>119.9</u>	<u>246.7</u>	<u>119.9</u>		
<b>Ending Balance</b>	<u>\$ 399.1</u>	<u>\$ 246.7</u>	<u>\$ 399.1</u>	<u>\$ 246.7</u>	<u>\$ 2.9</u>	<u>\$ 0.1</u>		

[1] Multi-year budget.



**SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE - BUDGETARY BASIS  
HIGHWAY TRUST FUND**

June 30, 2000

(Expressed in Millions)

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<b>Liabilities:</b>	
Cash and Short-term Investments	\$ 858.2	Due to Highway Fund	\$ 126.8
Accounts Receivable	54.1		
		<b>Total Liabilities</b>	<u>\$ 126.8</u>
		<b>Fund Balance:</b>	
		Fund Balance - July 1, 1999	646.7
		Excess of Revenues Over Expenditures -	
		Twelve Months Ended June 30, 2000	<u>138.8</u>
		<b>Total Fund Balance</b>	<u>785.5</u>
<b>Total Assets</b>	<u>\$ 912.3</u>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 912.3</u>

## SCHEDULE OF REVENUES BY OBJECT AND EXPENDITURES BY FUNCTION HIGHWAY TRUST FUND

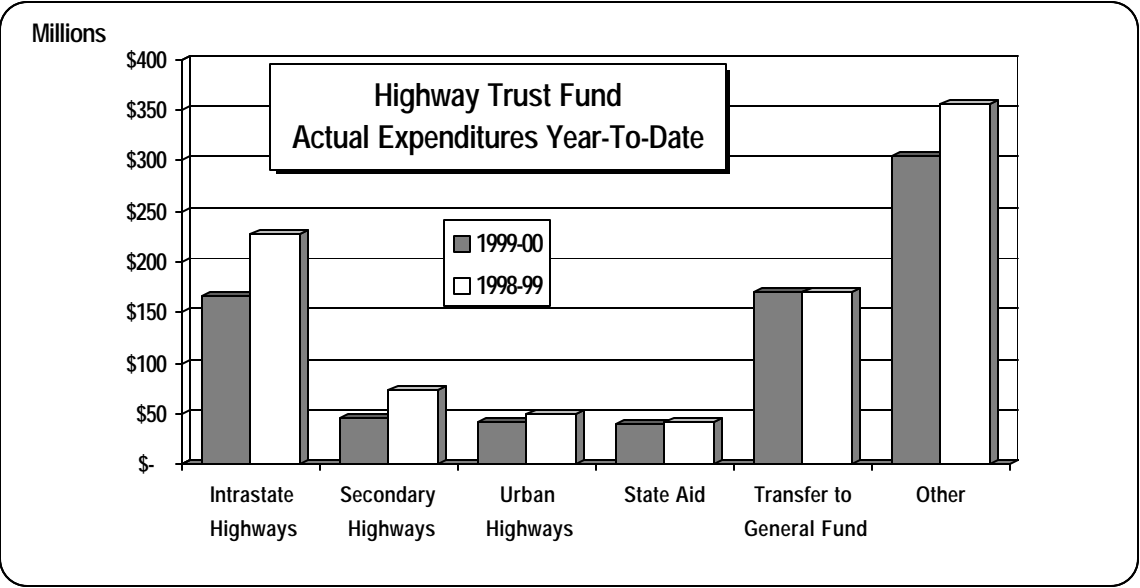
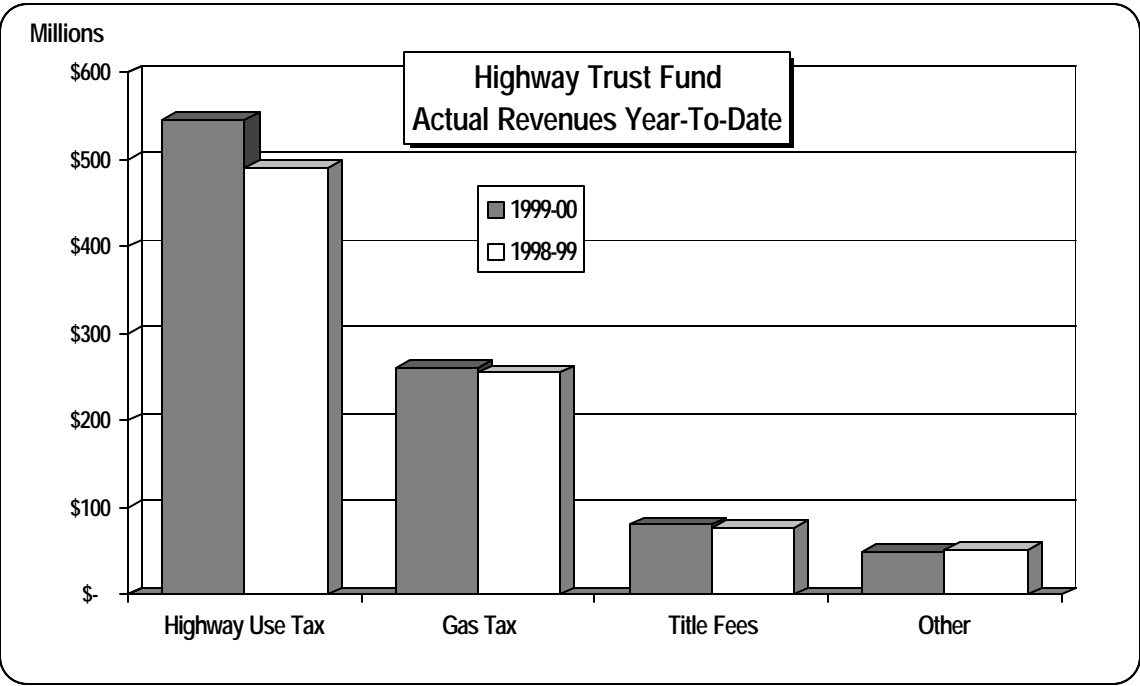
For the Months of June 2000 and 1999, and the Twelve Months Ended June 30, 2000 and 1999

(Expressed in Millions)

	Month		Year-To-Date		[2] Authorized Budget		Percent of Budget Realized/Expended	
	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99	1999-00	1998-99
<b>Revenues:</b>								
Highway Use Tax	\$ 58.6	\$ 53.5	\$ 545.3	\$ 489.5	\$ 493.6	\$ 457.6	110.5%	107.0%
Gasoline Tax	22.9	21.4	260.7	254.7	258.2	259.7	101.0%	98.1%
<b>Total Taxes</b>	<b>81.5</b>	<b>74.9</b>	<b>806.0</b>	<b>744.2</b>	<b>751.8</b>	<b>717.3</b>	<b>107.2%</b>	<b>103.8%</b>
Motor Vehicle Title Fees	7.9	7.8	80.9	78.2	78.9	78.7	102.5%	99.4%
Treasurer's Investments	7.7	6.9	37.4	39.3	36.9	31.4	101.4%	125.2%
Lien Recording	0.1	0.2	2.1	2.3	2.4	2.6	87.5%	88.5%
Miscellaneous Registration Fees	1.0	1.0	10.2	9.8	10.0	10.0	102.0%	98.0%
Transfer from Highway Fund	—	—	—	—	—	—	—	—
Other Non-Tax	—	—	0.5	0.5	3.0	3.7	16.7%	13.5%
<b>Total Non-Tax</b>	<b>16.7</b>	<b>15.9</b>	<b>131.1</b>	<b>130.1</b>	<b>131.2</b>	<b>126.4</b>	<b>99.9%</b>	<b>102.9%</b>
<b>Total Revenues</b>	<b>98.2</b>	<b>90.8</b>	<b>937.1</b>	<b>874.3</b>	<b>883.0</b>	<b>843.7</b>	<b>106.1%</b>	<b>103.6%</b>
<b>Expenditures:</b>								
Program Administration	4.8	13.4	24.2	26.9	28.8	27.2	84.0%	98.9%
Intrastate Highway System	13.3	18.9	167.4	227.5	426.4	471.8	39.3%	48.2%
Secondary Highway System	2.9	7.9	45.5	72.9	108.8	112.9	41.8%	64.6%
Urban Highway System	1.3	6.3	43.0	50.4	197.8	258.4	21.7%	19.5%
State Aid-Municipalities	—	—	41.1	42.3	83.5	82.1	49.2%	51.5%
Transfer to General Fund	—	—	170.0	170.0	170.0	170.0	100.0%	100.0%
Transfer to Highway Fund	53.6	31.1	279.5	327.9	607.9	571.2	46.0%	57.4%
Debt Service	—	—	27.6	28.4	27.6	28.4	100.0%	100.0%
<b>Total Expenditures</b>	<b>75.9</b>	<b>77.6</b>	<b>798.3</b>	<b>946.3</b>	<b>1,650.8</b>	<b>1,722.0</b>	<b>48.4%</b>	<b>55.0%</b>
<b>Excess of Revenues Over/(Under)</b>								
<b>Expenditures</b>	22.3	13.2	138.8	(72.0)	(767.8)	(878.3)		
<b>Anticipation of Revenues :</b>								
Cash-flow Provisions - G.S. 136-176 and G.S. 143-28.1	—	—	—	—	121.1	159.6		
<b>Beginning Balance</b>	<b>763.2</b>	<b>633.5</b>	<b>646.7</b>	<b>718.7</b>	<b>646.7</b>	<b>718.7</b>		
<b>Ending Balance</b>	<b>\$ 785.5</b>	<b>\$ 646.7</b>	<b>\$ 785.5</b>	<b>\$ 646.7</b>	<b>\$ —</b>	<b>\$ —</b>		

[2] Multi-year budget.





# State of North Carolina

## SCHEDULE OF DEBT SERVICE REQUIREMENTS

### GENERAL OBLIGATION DEBT - GENERAL FUND AND HIGHWAY FUND

For the Fiscal Year 1999-00

Issue	Description	Due Date	General Fund Principal	General Fund Interest	General Fund Discount	Highway Fund Principal	Highway Fund Interest
05/01/89	Capital Improvement Series, 1989.....	11/01/1999	—	—	—	—	—
05/01/89	Capital Improvement Series, 1989.....	05/01/2000	1,910,000.00	—	(933,006.40)	—	—
03/01/91	Capital Improvement, Series A.....	09/01/1999	—	744,000.00	—	—	—
03/01/91	Capital Improvement, Series A.....	03/01/2000	8,300,000.00	744,000.00	—	—	—
10/01/91	Capital Improvement Series, 1991.....	10/01/1999	—	523,600.00	—	—	—
10/01/91	Capital Improvement Series, 1991.....	04/01/2000	6,200,000.00	523,600.00	—	—	—
03/01/92	Prison and Youth Serv. Fac., Series A.....	09/01/1999	—	805,200.00	—	—	—
03/01/92	Prison and Youth Serv. Fac., Series A.....	03/01/2000	8,800,000.00	805,200.00	—	—	—
10/01/93	Prison and Youth Serv. Fac., Series B.....	12/01/1999	—	1,640,250.00	—	—	—
10/01/93	Prison and Youth Serv. Fac., Series B.....	06/01/2000	6,800,000.00	1,640,250.00	—	—	—
10/01/93	Public Improvement Refunding, Series 1993.....	08/01/1999	21,920,000.00	602,800.00	—	—	—
10/01/93	Clean Water Refunding, Series 1993.....	12/01/1999	—	162,375.00	—	—	—
10/01/93	Clean Water Refunding, Series 1993.....	06/01/2000	4,045,000.00	162,375.00	—	—	—
10/15/93	Prison and Youth Services Facilities Refunding, Series C.....	09/01/1999	—	1,483,640.00	—	—	—
10/15/93	Prison and Youth Services Facilities Refunding, Series C.....	03/01/2000	615,000.00	1,483,640.00	—	—	—
02/01/94	Capital Improvement, Series 1994A.....	08/01/1999	—	8,577,875.00	—	—	—
02/01/94	Capital Improvement, Series 1994A.....	02/01/2000	8,000,000.00	8,577,875.00	—	—	—
10/01/94	Clean Water Bonds, Series 1994A.....	12/01/1999	—	287,500.00	—	—	—
10/01/94	Clean Water Bonds, Series 1994A.....	06/01/2000	2,000,000.00	287,500.00	—	—	—
11/01/94	Clean Water Bonds, Series 1994B.....	12/01/1999	—	100,000.00	—	—	—
11/01/94	Clean Water Bonds, Series 1994B.....	06/01/2000	4,000,000.00	100,000.00	—	—	—
06/01/95	Clean Water Bonds, Series 1995A.....	12/01/1999	—	1,405,500.00	—	—	—
06/01/95	Clean Water Bonds, Series 1995A.....	06/01/2000	3,000,000.00	1,405,500.00	—	—	—
07/01/95	Clean Water Bonds, Series 1995B.....	12/01/1999	—	107,500.00	—	—	—
07/01/95	Clean Water Bonds, Series 1995B.....	06/01/2000	5,000,000.00	107,500.00	—	—	—
01/01/97	Capital Improvement, Series 1997.....	12/01/1999	—	4,788,000.00	—	—	—
01/01/97	Capital Improvement, Series 1997.....	06/01/2000	3,000,000.00	4,788,000.00	—	—	—
03/01/97	Public School Building, Series 1997A.....	09/01/1999	—	11,186,500.00	—	—	—
03/01/97	Public School Building, Series 1997A.....	03/01/2000	8,000,000.00	11,186,500.00	—	—	—
11/01/97	Highway Bonds, Series 1997A.....	11/01/1999	—	—	—	—	5,466,275.00
11/01/97	Highway Bonds, Series 1997A.....	05/01/2000	—	—	—	16,675,000.00	5,466,275.00
04/01/98	Public School Building, Series 1998A.....	10/01/1999	—	10,341,875.00	—	—	—
04/01/98	Public School Building, Series 1998A.....	04/01/2000	16,000,000.00	10,341,875.00	—	—	—
04/01/99	Clean Water Refunding Bonds, Series 1999.....	12/01/1999	—	570,130.00	—	—	—
04/01/99	Clean Water Refunding Bonds, Series 1999.....	06/01/2000	155,000.00	570,130.00	—	—	—
04/01/99	Public School Building, Series 1999.....	10/01/1999	—	10,339,250.00	—	—	—
04/01/99	Public School Building, Series 1999.....	04/01/2000	18,500,000.00	10,339,250.00	—	—	—
09/01/99	Public Improvement, Series 1999A.....	03/01/2000	—	4,661,550.00	—	—	—
09/01/99	Public Improvement, Series 1999B.....	03/01/2000	—	670,725.00	—	—	—
10/01/99	Public Improvement, Series 1999C.....	03/01/2000	—	49,354.17	—	—	—
			\$ 126,245,000.00	\$ 112,110,819.17	\$ (933,006.40)	\$ 16,675,000.00	\$ 10,932,550.00
<b>Total Principal</b>			<b>\$ 142,920,000.00</b>	<b>Total Interest \$ 123,043,369.17</b>			

Due Date	General Fund New Issues	General Fund Principal	General Fund Interest	General Fund Discount	Highway Fund New Issues	Highway Fund Principal	Highway Fund Interest	Outstanding, Net of Unamortized Disc.
Jul 1, 1999	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,451,972,953.63
Aug 1, 1999	—	21,920,000.00	9,180,675.00	—	—	—	—	2,430,052,953.63
Sep 1, 1999	197,400,000.00	—	14,219,340.00	—	—	—	—	2,627,452,953.63
Oct 1, 1999	2,600,000.00	—	21,204,725.00	—	—	—	—	2,630,052,953.63
Nov 1, 1999	—	—	—	—	—	—	5,466,275.00	2,630,052,953.63
Dec 1, 1999	—	—	9,061,255.00	—	—	—	—	2,630,052,953.63
Jan 1, 2000	—	—	—	—	—	—	—	2,630,052,953.63
Feb 1, 2000	—	8,000,000.00	8,577,875.00	—	—	—	—	2,622,052,953.63
Mar 1, 2000	—	25,715,000.00	19,600,969.17	—	—	—	—	2,596,337,953.63
Apr 1, 2000	—	40,700,000.00	21,204,725.00	—	—	—	—	2,555,637,953.63
May 1, 2000	—	1,910,000.00	—	(933,006.40)	—	16,675,000.00	5,466,275.00	2,537,985,960.03
Jun 1, 2000	—	28,000,000.00	9,061,255.00	—	—	—	—	2,509,985,960.03
	<b>\$ 200,000,000.00</b>	<b>\$ 126,245,000.00</b>	<b>\$ 112,110,819.17</b>	<b>\$ (933,006.40)</b>	<b>\$ —</b>	<b>\$ 16,675,000.00</b>	<b>\$ 10,932,550.00</b>	
Total Principal				\$ 142,920,000.00				
Total Interest				123,043,369.17				
Total Requirements				<u>\$ 265,963,369.17</u>				